November 26, 1952

## MEMORANDUM OF UNDERSTANDING

SUBJECT: Reimbursement to the Department of Defense for Officer Personnel Assigned and/or Detailed to CIA

- 1. The purpose of this memorandum is to record the understandings reached by representatives of the Department of Defense, Bureau of the Budget and the Central Intelligence Agency relative to the above subject.
- 2. For fiscal year 1953 it is agreed that no reimbursement will be required for officer personnel assigned and/or detailed to CIA unless specifically agreed to in each case by CIA and the Department of Defense.
- 3. For fiscal year 1954 and future fiscal years it is agreed that CIA will budget for and will reimburse the Department of Defense for all officer personnel assigned and/or detailed to the Agency for all activities other than para-military. Such reimbursement to be effected in a lump sum. The amount will be computed on an average salary basis after taking into consideration the number of officers in each grade without disclosing actual names, assignments or locations.
- 4. It is understood and agreed that no reimbursement will be required for enlisted personnel assigned and/or detailed to CIA.

| /s/  | Willia | ım C. | Foster<br>efense |  |
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| Seci | retary | of De | efens <b>e</b>   |  |

/s/ Walter B. Smith 8 Dec 52 Director, Central Intelligence Agency

/s/ Lawton Director, Bureau of the Budget